

INITIAL STATEMENT OF REASONS

SECTION 507. "COST OF CARE IN EXCESS OF MEMBER FEES"

SPECIFIC PURPOSE OF THE REGULATION

The proposed regulation will identify the calculation formula in order to determine the net excess.

NECESSITY

It is necessary to identify the calculation formula in order to determine the net excess in order to provide the veteran with a declaration regarding how the California Department of Veterans Affairs calculates obligations owed to the Home upon the death of the veteran pursuant to Military and Veterans Code, Division 5, Chapter 1, Sections 1035 and 1035.5.

TECHNICAL, THEORETICAL AND/OR EMPIRICAL STUDY, REPORTS OR DOCUMENTS.

The Department has not conducted any technical, theoretical or empirical studies related to this proposed regulation.

REASONABLE ALTERNATIVES TO THE REGULATION AND THE AGENCY'S REASONS FOR REJECTING THOSE ALTERNATIVES.

No other alternatives were presented to or considered by the Department.

REASONABLE ALTERNATIVES TO THE PROPOSED REGULATORY ACTION THAT WOULD LESSEN ANY ADVERSE IMPACT ON SMALL BUSINESS.

There will be no adverse impact on small business because the sole purpose of the proposed regulation is to identify the calculation formula in order to determine the net excess.